LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m., on TUESDAY, OCTOBER 7, 2003, upon the application of CLAYTON WILLIAMS ENERGY, INC. At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the R-S Zone, Reservoir A, R Sand, Reservoir D, S Sand, Reservoir D and S-3 Sand, Reservoir F, in the Bastian Bay Field, Plaquemines Parish, Louisiana.

- To dissolve the existing R RD SUA, S RD SUA and S-3 RF SUA, created by Office of Conservation Order Nos. 339-A-6, 339-D-9 and 339-DD-9, and simultaneously therewith, to create a revised drilling and production unit for the exploration for and production of gas and condensate from the R-S Zone, Reservoir A, such revised unit being designated R-S RA SUA, and being depicted on the plat submitted with the application.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed revised unit with each separate tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate Clayton Williams Energy, Inc. as unit operator for the proposed revised unit.
- 4. To designate the Clayton Williams Energy, Inc. SL 3279 No. 1 Well as the unit well for the proposed revised unit.
- 5. To provide that wells drilled to the R-S Zone within the proposed revised unit will be exempt from the spacing provisions of Statewide Order No. 29-E.
- 6. To consider such other matters as may be pertinent.

The R-S Zone, Reservoir A, in the Bastian Bay Field, Plaquemines Parish, Louisiana, is hereby defined as that gas and condensate bearing zone located between the depths of 12,018' and 12,732' (ELM) (11,711' and 12,242' TVD) in the Clayton Williams Energy, Inc. - SL 3279 No. 1 Well, located in Section 45, Township 20 South, Range 29 East.

The R Sand, Reservoir D, the S Sand, Reservoir D and the S-3 Sand, Reservoir F, in the Bastian Bay Field, Plaquemines Parish, Louisiana, were previously defined in Office of Conservation Order Nos. 339-A-6, 339-D-9 and 339-DD-9, each effective December 18, 2002.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

- 2 - Page 2

BASTIAN BAY FIELD

03-754 thru 03-757

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 9/2/03;9/5/03 L dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION - ENGINEERING DIVISION AT P. O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.